

## Message Text

LIMITED OFFICIAL USE

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43

ACTION COME-00

INFO OCT-01 ARA-06 ISO-00 EB-07 TRSE-00 OPIC-03 AID-05

PRS-01 CIAE-00 INR-07 NSAE-00 /030 W

----- 050320

R 201847Z FEB 76

FM AMCONSUL RIO DE JANEIRO

TO SECSTATE WASHDC 3387

INFO AMEMBASSY ASUNCION

AMEMBASSY BRASILIA

AMCONSUL SAO PAULO

LIMITED OFFICIAL USE RIO DE JANEIRO 0791

E.O. 11652:

TAGS: BENC, ENRG, BR

SUBJECT: ITAIPU HYDROELECTRIC PROJECT

PASS COMMERCE OED/MEPD

1. LOCAL WESTINGHOUSE REP INFORMED COMMERCIAL COUNSELOR THAT ALLIS-CHALMERS (WHICH RECENTLY JOINED FORCES WITH WESTINGHOUSE TO FORM AN "AMERICAN CONSORTIUM" TO FURNISH TURBINES AND GENERATORS FOR ITAIPU) HAD MADE SUGGESTION LAST WEEK CONCERNING LOCAL TURBINE PRODUCTION TO PARAGUAYAN HALF OF ITAIPU BINACIONAL. SUGGESTION WAS NOTHING LESS THAN THAT ALLIS-CHALMERS WOULD RELOCATE ITS U.S. PLANT CURRENTLY MACHINING TURBINES FOR GRAND COULEE TO PARAGUAY.

2. COMMENT: AS A LATE ENTRY INTO THE HIGH-STAKES ITAIPU BIDDING GAME, ALLIS-CHALMERS (WHICH HAS NO LOCAL MANUFACTURING BASE) FOUND ITSELF LOCKED-OUT IN ITS EFFORTS TO FIND A BRAZILIAN TURBINE MANUFACTURER AS ALL SUITABLE PARTNERS HAD ALREADY BEEN MATCHED INTO OTHER CONSORTIA. WITH PARAGUAY HAVING FIFTY PERCENT OF THE DECISION INPUT ON THE ITAIPU PROJECT, ALLIS-CHALMERS' OFFER IS EXCEEDINGLY SHREWD. WESTINGHOUSE REP'S ONLY COMMENT WAS THAT SUGGESTION HAD STIRRED UP A "HORNET'S NEST" ON THE BRAZILIAN HALF OF ITAIPU BINACIONAL.

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DEXTER

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** PROGRAMS (PROJECTS), HYDROELECTRIC POWER PLANTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 20 FEB 1976  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** buchant0  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1976RIODE00791  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D760065-0728  
**From:** RIO DE JANEIRO  
**Handling Restrictions:** n/a  
**Image Path:**  
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**Legacy Key:** link1976/newtext/t19760230/aaaaazlx.tel  
**Line Count:** 61  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION COME  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** buchant0  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 15 JUL 2004  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <15 JUL 2004 by SmithRJ>; APPROVED <26 OCT 2004 by buchant0>  
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**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** ITAIPU HYDROELECTRIC PROJECT PASS COMMERCE OED/MEPD  
**TAGS:** BENC, ENRG, BR, WESTINGHOUSE, ITAIPU, ALLIS-CHALMERS  
**To:** STATE  
**Type:** TE  
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